

8916

i

RECEIVED
JUN 22 2007

2007 JUN 22 AM 9:38

**DISTRICT ATTORNEY OF THE FORTIETH
JUDICIAL DISTRICT**
St. John the Baptist Parish, Louisiana

Basic Financial Statements
and Independent Auditor's Report
As of and for the Year Ended
December 31, 2006

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 8/8/07

C O N T E N T S

	<u>Page No.</u>
Independent Auditor's Report	1
Management's Discussion and Analysis	4
Basic Financial Statements:	
<u>Government-Wide Financial Statements</u>	
Statement of Net Assets	9
Statement of Activities	10
<u>Fund Financial Statements (Governmental Funds)</u>	
Balance Sheet	12
Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Assets	13
Statement of Revenues, Expenditures and Changes in Fund Balance	14
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities	15
Notes to the Financial Statements	17
Required Supplementary Information (RSI):	
<u>Budgetary Comparison Schedules (Governmental Funds)</u>	
General Fund	33
Special Revenue Funds:	
Title IV-D	34
Worthless Check Collection Fee	35
School Board	36
Pre-Trial Intervention/Diversion Programs	37
Forfeiture Account	38
Supplementary Information Schedule:	
Summary Schedule of Prior Year Audit Findings and Corrective Action Plan for Current Year Audit Findings	40
Other Required Reports:	
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u>	43

1

KEITH J. ROVIRA
CERTIFIED PUBLIC ACCOUNTANT
3331 METAIRIE ROAD
METAIRIE, LA 70001-5297

(504) 831-4040

Fax (504) 831-4042
Email: ROVIRACPA@AOL.COM

INDEPENDENT AUDITOR'S REPORT

Honorable John M. Crum, Jr.

District Attorney of the Fortieth Judicial District
St. John the Baptist Parish, Louisiana

I have audited the accompanying basic financial statements of the District Attorney of the Fortieth Judicial District, as of and for the year ended December 31, 2006, which collectively comprise the district attorney's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the management of the District Attorney of the Fortieth Judicial District. My responsibility is to express an opinion on these basic financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the District Attorney of the Fortieth Judicial District as of December 31, 2006, and the results of operations for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, I have also issued a report dated May 17, 2007, on my consideration of the District Attorney of the Fortieth Judicial District's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations and contracts. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of my audit.

The management's discussion and analysis and budgetary comparison information, as listed in the table of contents, are not a required part of the basic financial statements, but are supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information, and express no opinion on it.

My audit was prepared for the purpose of forming opinions on the basic financial statements that collectively comprise the district attorney's basic financial statements. The supplementary information schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of the District Attorney of the Fortieth Judicial District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in my opinion is fairly stated in all material respects, in relation to the basic financial statements taken as whole.



Keith J. Rovira
Certified Public Accountant

May 17, 2007

MANAGEMENT'S DISCUSSION AND ANALYSIS

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT

St. John the Baptist Parish, Louisiana

Management's Discussion and Analysis

As of and for the year ended December 31, 2006

The Management's Discussion and Analysis (MD&A) of the District Attorney of the Fortieth Judicial District's financial performance presents a narrative overview and analysis of the district attorney's financial activities for the year ended December 31, 2006. This document focuses on the current year's activities, resulting changes, and currently known facts. Please read this document in conjunction with the additional information contained in the basic financial statements. The MD&A is an element of the new reporting model adopted by the Government Accounting Standards Board (GASB) in their Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments" issued June, 1999. Certain comparative information between the current year and prior year has been presented in the MD&A.

FINANCIAL HIGHLIGHTS

The minimum requirements for financial reporting on the District Attorney of the Fortieth Judicial District's office that was established by GASB No. 34 are divided into the following sections:

- (a) Management's Discussion and Analysis
- (b) Basic Financial Statements
- (c) Required Supplementary Information (other than MD&A)

Basic Financial Statements:

The basic financial statements present information for the district attorney as a whole, in a format designed to make the statements easier for the reader to understand. The financial statements in this section are divided into the two following types:

- (1) Government-Wide Financial Statements, which include a Statement of Net Assets and a Statement of Activities. These statements present financial information for all activities of the district attorney from an economic resources measurement focus using the accrual basis of accounting and providing both short-term and long-term information about the district attorney's overall financial status.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT

St. John the Baptist Parish, Louisiana

Management's Discussion and Analysis

As of and for the year ended December 31, 2006

(2) Fund Financial Statements, which include a Balance Sheet and a Statement of Revenues, Expenses, and Changes in Fund Balance for the General Fund (a governmental fund). These financial statements present information on the individual fund of the district attorney allowing for more detail. The current financial resources measurement focus and the accrual basis of accounting used to prepare these statements is dependent on the fund type. The district attorney's only governmental fund is the General Fund. The statements in this section represent the short-term financing of general government.

FINANCIAL ANALYSIS OF THE ENTITY

Statement of Net Assets
As of December 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
Current assets	\$292,421	\$227,944
Capital assets	<u>20,581</u>	<u>28,701</u>
Total Assets	<u>313,002</u>	<u>256,645</u>
Current liabilities	39,065	41,025
Long-term liabilities	<u>-</u>	<u>-</u>
Total Liabilities	<u>39,065</u>	<u>41,025</u>
Net Assets:		
Invested in capital assets, net of debt	20,581	28,701
Unrestricted	<u>253,356</u>	<u>186,919</u>
Total Net Assets	<u>\$273,937</u>	<u>\$215,620</u>

Total net assets increased by \$58,317, or 27%. This change was primarily due to an increase in reimbursements amounts due from the parish's criminal court fund for salaries and health insurance.

From 2005 to 2006, the district attorney's cash and cash

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Management's Discussion and Analysis
As of and for the year ended December 31, 2006

equivalents account increased by \$4,660. This shows that the office's total revenues and total expenditures are staying in line.

The district attorney did not have any "restricted" net assets at year-end. It does have "unrestricted" net assets, and those are net assets that do not have any limitations on what these amounts may be used for.

Statement of Revenues, Expenditures and
Changes in Fund Balance
All Governmental Funds
For the year ended December 31, 2006

	<u>2006</u>	<u>2005</u>
Total Revenues	\$1,203,156	\$1,236,980
Total Expenses	<u>1,134,657</u>	<u>1,238,552</u>
Net Change in Fund Balance	<u>\$68,499</u>	<u>\$(1,572)</u>

Total revenues decreased by \$33,824, or 2.7.%, due primarily to a decrease during the year in reimbursements from certain governmental entities which are separate from the district attorney's office, such as the parish's criminal court fund.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets:

The district attorney had \$227,248 invested in a office furniture and equipment and vehicles as of December 31, 2006. This amount represents the original cost of the capital assets. Accumulated depreciation at year-end totaled \$206,667 bringing the net book value of capital assets to \$20,581.

Debt:

The district attorney had no debt outstanding at year end.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Management's Discussion and Analysis
As of and for the year ended December 31, 2006

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The district attorney considered the following factors and indicators when setting up next year's (2007) budget: (1) total revenues are anticipated to come in a little better in 2007 than for the previous year, principally because the parish's criminal court fund will be reimbursing the district attorney's office more for salaries and health care costs; (2) payroll related expenses are expected to remain relatively the same; (3) total expenditures are expected to remain relatively the same.

CONTACTING THE DISTRICT ATTORNEY

This financial report is designed to provide the citizens, taxpayers, investors and creditors with a general overview of the district attorney's finances, and to show the district attorney's accountability for the money it receives. If you have any questions about this report or need additional financial information, please contact Mr. John M. Crum, Jr., District Attorney of the Fortieth Judicial District, P.O. Box 399, LaPlace, LA 70069, or call 985-652-9757.

BASIC FINANCIAL STATEMENTS
(GOVERNMENT-WIDE FINANCIAL STATEMENTS)

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Statement of Net Assets
December 31, 2006

ASSETSCurrent Assets:

Cash and cash equivalents (Note B)	\$108,790
Revenues receivable:	
Intergovernmental	<u>183,631</u>
Total Current Assets	<u>292,421</u>

Noncurrent Assets:

Capital assets, net of depreciation (Note C)	<u>20,581</u>
Total Noncurrent Assets	<u>20,581</u>
TOTAL ASSETS	<u>313,002</u>

LIABILITIESCurrent Liabilities:

Payroll liabilities	<u>39,065</u>
Total Current Liabilities	<u>39,065</u>

Noncurrent Liabilities:

Total Noncurrent Liabilities	<u>-</u>
TOTAL LIABILITIES	<u>39,065</u>

NET ASSETS

Invested in capital assets, net of related debt	20,581
Unrestricted	253,356
TOTAL NET ASSETS	<u>\$273,937</u>

The accompanying notes are an integral part of this statement.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Statement of Activities
For the Year Ended December 31, 2006

EXPENSES

Governmental Activities:

Judicial activities	\$1,132,462
Depreciation	<u>12,377</u>

Total Expenses	<u>1,144,839</u>
----------------	------------------

GENERAL REVENUES

Charges for services	981,238
Operating grant	219,233
Interest earnings	<u>2,685</u>

Total General Revenues	<u>1,203,156</u>
------------------------	------------------

Change in Net Assets	58,317
----------------------	--------

Net Assets at Beginning of Year	<u>215,620</u>
---------------------------------	----------------

Net Assets at End of Year	<u>\$273,937</u>
---------------------------	------------------

The accompanying notes are an integral part of this statement.

BASIC FINANCIAL STATEMENTS
(FUND FINANCIAL STATEMENTS)

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Balance Sheet - Governmental Funds
December 31, 2006

	<u>General Fund</u>	<u>Title IV-D</u>	<u>Worthless Check Collection Fee</u>
<u>ASSETS</u>			
Cash and cash equivalents	-	\$26,514	\$30,957
Revenues receivable:			
Intergovernmental	\$148,875	-	-
Grant - Louisiana Department of Social Services	<u>-</u>	<u>34,756</u>	<u>-</u>
TOTAL ASSETS	<u>\$148,875</u>	<u>\$61,270</u>	<u>\$30,957</u>
 <u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Payroll liabilities	\$39,065	-	-
Book overdraft	<u>112,498</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>151,563</u>	<u>-</u>	<u>-</u>
Fund balance:			
Reserved	-	-	-
Unreserved - undesignated (deficit) (Note I)	<u>(2,688)</u>	<u>61,270</u>	<u>\$30,957</u>
Total Fund Balance (Deficit)	<u>(2,688)</u>	<u>61,270</u>	<u>30,957</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$148,875</u>	<u>\$61,270</u>	<u>\$30,957</u>

The accompanying notes are an integral part of this statement.

Pre-Trial Intervention/ Diversion Programs	Forfeiture Account	School Board	Total Governmental Funds
\$132,750	\$24,989	-	\$215,210
-	-	-	148,875
<u>-</u>	<u>-</u>	<u>-</u>	<u>34,756</u>
<u>\$132,750</u>	<u>\$24,989</u>	<u>-</u>	<u>\$398,841</u>
-	-	-	\$39,065
<u>-</u>	<u>-</u>	<u>\$2,023</u>	<u>114,521</u>
<u>-</u>	<u>-</u>	<u>2,023</u>	<u>153,586</u>
-	\$24,989	-	24,989
<u>\$132,750</u>	<u>-</u>	<u>(2,023)</u>	<u>220,266</u>
<u>132,750</u>	<u>24,989</u>	<u>\$(2,023)</u>	<u>245,255</u>
<u>\$132,750</u>	<u>\$24,989</u>	<u>-</u>	<u>\$398,841</u>

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
December 31, 2006

Total Fund Balance - Governmental Funds	\$245,255
---	-----------

Amounts reported for governmental activities
in the Statement of Net Assets are different
because:

Capital assets used in governmental
activities are not current financial
resources and, therefore, are not
reported in the Governmental Funds
Balance Sheet

28,682

Total Net Assets of Governmental Activities	\$ <u><u>273,937</u></u>
---	--------------------------

The accompanying notes are an integral part of this statement.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT

St. John the Baptist Parish, Louisiana

**Statement of Revenues, Expenditures and Changes
in Fund Balances - Governmental Funds**

For the Year Ended December 31, 2006

	General <u>Fund</u>	Title <u>IV-D</u>
<u>Revenues</u>		
Court costs, fines and fees	\$291,279	-
Collection fees on worthless checks	-	-
Collection of forfeitures	-	-
Intergovernmental revenues:		
Grant - Louisiana Department of Social Services	-	\$219,233
Victim's Assistance Coordinator Fund	21,478	-
St. John Parish School Board	-	-
Pre-Trial Diversion Program	-	-
Reimbursements	532,652	-
Interest earnings	2,685	-
Other	<u>1,493</u>	<u>-</u>
 Total Revenues	 <u>849,587</u>	 <u>219,233</u>
 <u>Expenditures</u>		
Salaries, related taxes & benefits	645,699	195,472
Continuing education, auto and travel	61,353	-
Office supplies and maintenance	10,803	3,642
Insurance	36,102	-
Professional dues and services	13,850	-
Capital outlay	4,251	-
Rent, utilities and telephone	59,570	21,760
Payments of forfeitures	-	-
Other	<u>6,433</u>	<u>280</u>
 Total Expenditures	 <u>838,061</u>	 <u>221,154</u>
 Excess (Deficiency) of Revenues over Expenditures	 11,526	 (1,921)
 Other Financing Sources (Uses):		
Transfer in (out)	<u>129,071</u>	<u>-</u>
 Excess (Deficiency) of Revenues over Expenditures after Transfers	 140,597	 (1,921)
 Fund Balance (Deficit) at Beginning of Year	 <u>(143,285)</u>	 <u>63,191</u>
 Fund Balance (Deficit) at End of Year	 <u>\$ (2,688)</u>	 <u>\$61,270</u>

The accompanying notes are an integral part of this statement.

<u>Worthless Check Collection Fee</u>	<u>Pre-Trial Intervention/ Diversion Programs</u>	<u>Forfeiture Account</u>	<u>School Board</u>	<u>Total Governmental Funds</u>
-	-	-	-	\$291,279
\$28,354	-	-	-	28,354
-	-	\$19,701	-	19,701
-	-	-	-	219,233
-	-	-	-	21,478
-	-	-	\$27,500	27,500
-	\$58,781	-	-	58,781
-	-	-	-	532,652
-	-	-	-	2,685
-	-	-	-	1,493
<u>28,354</u>	<u>58,781</u>	<u>19,701</u>	<u>27,500</u>	<u>1,203,156</u>
20,188	6,000	-	30,000	897,359
-	-	-	-	61,353
1,593	1,793	-	-	17,831
-	-	-	-	36,102
-	-	-	-	13,850
-	-	-	-	4,251
-	603	-	-	81,933
-	-	5,482	-	5,482
<u>6,174</u>	<u>3,609</u>	<u>-</u>	<u>-</u>	<u>16,496</u>
<u>27,955</u>	<u>12,005</u>	<u>5,482</u>	<u>30,000</u>	<u>1,134,657</u>
399	46,776	14,219	(2,500)	68,499
-	(129,071)	-	-	-
399	(82,295)	14,219	(2,500)	68,499
<u>30,558</u>	<u>215,045</u>	<u>10,770</u>	<u>477</u>	<u>176,756</u>
<u>\$30,957</u>	<u>\$132,750</u>	<u>\$24,989</u>	<u>\$ (2,023)</u>	<u>\$245,255</u>

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balance
to the Statement of Activities
For the Year Ended December 31, 2006

Net Change in Fund Balance - Governmental Funds	\$68,499
---	----------

Amounts reported for governmental activities
in the Statement of Activities are different
because:

Governmental funds report capital outlays as
expenditures. However, in the Statement of
Activities, the cost of those assets is
allocated over their estimated useful lives
as depreciation expense.

10,182

Change in Net Assets of Governmental Activities	<u>\$58,317</u>
---	-----------------

The accompanying notes are an integral part of this statement.

NOTES TO THE FINANCIAL STATEMENTS

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

INTRODUCTION

As provided by Article V, Section 26 of the Louisiana Constitution of 1974, the district attorney has charge of every criminal prosecution by the state in his district, is the representative of the state before the grand jury in his district, and is the legal advisor to the grand jury. He performs other duties as provided by law. The district attorney is elected by the qualified electors of the judicial district for a term of six years. The fortieth judicial district encompasses the parish of St. John the Baptist, Louisiana.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Presentation

The accompanying basic financial statements of the District Attorney of the Fortieth Judicial District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The District Attorney of the Fortieth Judicial District adopted the provisions of Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments. In this regard, the district attorney will be treated as a governmental-type activity for financial reporting purposes in this audit. The minimum requirements for the district attorney established by GASB Statement No. 34 are divided into the following sections: (a) Management's Discussion and Analysis, (b) Basic Financial Statements, and (c) Required Supplementary Information (other than MD&A).

The accompanying financial statements of the District Attorney of the Fortieth Judicial District present information only as to the transactions of the programs of the district attorney as authorized by Louisiana statutes and administrative regulations.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting. Therefore, commissions on fines and forfeitures, court costs, reimbursements from outside entities for various expenses incurred by the district attorney, interest, and other revenues of the district attorney are recognized in the accounting period in which they are earned and become measurable.

Intergovernmental revenues (General Fund) -- Include monies received from the St. John the Baptist Parish General Fund and the Victim's Assistance Coordinator Fund.

Intergovernmental revenues (Special Revenue Funds) -- Include monies received from a grant from the Louisiana Department of Social Services (Title IV-D), the St. John the Baptist Parish School Board (School Board Account), the St. John the Baptist Parish General Fund and Pre-Trial Intervention/Diversion Program.

Interest and all other revenues are recorded in the year in which they are earned and measurable.

Expense Recognition

Expenses are also recognized on the full accrual basis of accounting. Therefore, salaries and related benefits, office supplies and expenses, professional services, capital outlay and other expenses are recognized in the period incurred, if measurable.

2. Reporting Entity

For financial reporting purposes, in conformance with GASB Codification Section 2100, the district attorney is an independently elected official who operates his office without oversight responsibility to the parish

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT

St. John the Baptist Parish, Louisiana

Notes to the Financial Statements

December 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

governing authority, the St. John the Baptist Parish Council. Louisiana revised statutes give each district attorney control over their operations. This includes the hiring and retention of employees, authority over budgeting, responsibility for funding deficits and operating deficiencies, and fiscal management for controlling the collection and disbursement of funds. Furthermore, the St. John the Baptist Parish Council, the parish's governing authority, does not include the district attorney as a component unit in its comprehensive annual financial report.

For these reasons, the district attorney reports as an independent reporting entity and the financial statements presented in this audit report include only the transactions of the District Attorney of the Fortieth Judicial District.

3. Fund Accounting

The district attorney uses governmental fund types to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions and activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds of the district attorney are classified as Governmental Funds. Governmental funds account for the district attorney's general activities, including the collection and disbursement of specific or legally restricted monies and the acquisition of capital assets. The governmental funds of the district attorney are the General Fund and the Special Revenue Funds, and are described as follows:

General Fund

The General Fund is used to account for all financial resources except those accounted for in the Special Revenue Funds. The General Fund was established in

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

compliance with Louisiana Revised Statute 15:571.11, which provides that 12 per cent of the fines collected and bonds forfeited be transmitted to the district attorney to defray the necessary expenses of his office.

Special Revenue Funds

The following Special Revenue Funds are used to account for the collection and disbursement of earmarked monies:

Title IV-D Fund --

The Title IV-D Fund was established in July 1985 and is a cost reimbursement grant from the Louisiana Department of Social Services, authorized by Act 117 of 1975, to establish family and child support programs compatible with Title IV-D of the social security act. The purpose of the fund is to enforce the support obligation owed by absent parents to their families and children, to locate absent parents, to establish paternity, and to obtain family and child support.

Worthless Check Collection Fee Fund --

The Worthless Check Collection Fee Fund consists of fees collected in accordance with Louisiana Revised Statute 16:15, which provides for a specific fee whenever the district attorney's office collects and processes a worthless check. Expenditures from this fund are at the sole discretion of the district attorney and may be used to defray the salaries and expenses of the office of the district attorney, but may not be used to supplement the salary of the district attorney.

School Board Account Fund --

The School Board account was established to account for the receipt and disbursement of funds for the performance of legal services for the St. John the Baptist Parish School Board.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Pre-Trial Intervention/Diversion Programs --
The Pre-Trial Intervention Program accounts for the collection of a fee paid by first-time offenders to the district attorney, and expenses paid for the administration of this program by employees of the district attorney's office.

Another activity of this special revenue fund is the collection of a fee which is paid by motorists who receive a traffic citation in St. John the Baptist Parish. Participant/motorists agree to pay a fine to the district attorney and to drive safely and not receive any additional moving traffic citations for a period of six months. Personnel and other expenses related to the administration of this program are paid out of this fund.

Forfeiture Account Fund --
The Louisiana State Legislature passed the Bail Bond Reform Act of 1993. This act established that bond forfeiture proceeds are to be collected by the St. John the Baptist Sheriff and disbursed by the District Attorney with amounts allocated by percentages predetermined by the Act. Also, the monies and assets seized during the course of a criminal arrest shall be held in this fund until authorized by the court to distribute the monies as required by law.

4. Budgets

The district attorney prepared original budgets for the General Fund and all the Special Revenue Funds. All budgets were advertised and made available for public inspection at the district attorney's office in Edgard, Louisiana on December 10, 2005, and adopted on December 21, 2005.

Budgets for the General Fund and the Special Revenue Funds were amended. These amended budgets were advertised and made available for public inspection at

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT

St. John the Baptist Parish, Louisiana

Notes to the Financial Statements

December 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

the district attorney's office in Edgard, Louisiana on December 13, 2006, and adopted on December 27, 2006. All budgets were prepared on the accrual basis of accounting. All appropriations contained in the budget lapse at year end.

5. Cash and Cash Equivalents

Cash includes amounts in one interest bearing checking account. The cash equivalent is a certificate of deposit. Under state law, the district attorney may deposit funds in demand deposits checking accounts, interest bearing demand deposits, money market accounts, or certificates of deposit with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

6. Capital Assets

Capital assets are recorded at either historical cost or estimated historical cost and are depreciated over their estimated useful lives (excluding salvage value). Any donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight-line depreciation is used based on the following estimated useful lives: office furniture and equipment - 5 years; autos - 7 years.

The district attorney only owns fixed assets he purchases out of the funds of the district attorney's office. All other fixed assets, which are purchased from the funds of the St. John the Baptist Parish General Fund or the St. John the Baptist Parish Criminal Court Fund, are reported in their financial statements, and are not owned by the district attorney.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

7. Compensated Absences

The district attorney has the following vacation and sick leave policies:

Vacation Leave --

Full-time clerical employees earn ten days of vacation leave and one additional day for every two years of service up to a three week maximum. Vacation leave must be taken within the year it is earned or it is forfeited. Upon retirement, resignation or termination an employee is not paid for unused vacation leave which was earned during the year.

Sick Leave --

Full-time clerical employees earn ten days of sick leave per year which may accumulate. Female employees are also allowed six weeks of maternity leave. Upon retirement, resignation or termination an employee is not paid for accumulated and unused sick leave which was earned during the year.

There were no accumulated leave benefits required to be reported in accordance with GASB Codification Section C60.

8. Long-Term Obligations

There were no long-term obligations to be reported in the financial statements.

9. Restricted Funds

At times, a portion of the fund balance of the Special Revenue Fund titled, "Forfeiture Account," is restricted for amounts which will ultimately be paid to various governmental entities in accordance with state law. These funds are not appropriable for expenditure by the district attorney.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

10. Encumbrances
Encumbrance accounting is not utilized by the district attorney due to the nature of operations and the ability of management to monitor budgeted expenditures on a timely basis.
11. Use of Estimates
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
 St. John the Baptist Parish, Louisiana
 Notes to the Financial Statements
 December 31, 2006

NOTE B - CASH AND CASH EQUIVALENTS

At December 31, 2006, the carrying amounts (book balances) of all cash and cash equivalents of the district attorney were as follows:

Interest bearing checking account	\$ 30,148
Certificate of deposit	<u>78,642</u>
Total	<u>\$108,790</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 2006, the district attorney had \$168,314 in deposits (collected bank balances). These deposits were totally secured from risk by \$168,314 of federal deposit insurance.

Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the assessor that the fiscal agent has failed to pay deposited funds upon demand.

NOTE C - CAPITAL ASSETS

The capital assets used in the governmental-type activities are included on the Statement of Net Assets of the district attorney and are capitalized at historical cost. Depreciation of all exhaustible capital assets used by the district attorney is charged as an expense against operations. Depreciation expense for financial reporting purposes is computed using the straight-line method over the useful lives of the capital assets and is reported in the Statement of Activities.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE C - CAPITAL ASSETS

A summary of changes in capital assets and accumulated depreciation during the year is listed as follows:

	<u>Balance</u> <u>12/31/05</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/06</u>
<u>Capital Assets</u>				
Office furniture and equipment	\$172,719	\$4,257	-	\$176,976
Vehicles	<u>50,272</u>	<u>-</u>	<u>-</u>	<u>50,272</u>
Total	<u>\$222,991</u>	<u>\$4,257</u>	<u>-</u>	<u>\$227,248</u>
 <u>Less Accumulated Depreciation for -</u>				
Office furniture and equipment	\$150,383	\$ 9,195	-	\$159,578
Vehicles	<u>43,907</u>	<u>3,182</u>	<u>-</u>	<u>47,089</u>
Total	<u>\$194,290</u>	<u>\$12,377</u>	<u>-</u>	<u>\$206,667</u>

NOTE D - PENSION PLAN

Employees of the district attorney are covered under two retirement plans as follows:

I. Louisiana District Attorneys Retirement System

Plan Description -- The district attorney and assistant district attorneys are members of the Louisiana District Attorneys Retirement System (System), a multiple employer (cost-sharing), public employee retirement system controlled and administered by a separate board of trustees.

Assistant district attorneys who earn, as a minimum, the amount paid by the state for assistant district attorneys and are under the age of 60 at the time of original employment and all district attorneys are required to participate in the

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE D - PENSION PLAN (CONTINUED)

System. For members who joined the System before July 1, 1990, and who elected not to be covered by the new provisions, the following applies: Any member with 23 or more years of creditable service regardless of age may retire with a 3 percent benefit reduction for each year below age 55, provided that no reduction is applied if the member has 30 or more years of service. Any member with at least 18 years of creditable service may retire at age 55 with a 3 percent benefit reduction for each year below age 60. In addition, any member with at least 10 years of creditable service may retire at age 60 with a 3 percent benefit reduction for each year retiring below the age of 62. The retirement benefit is equal to 3 percent of the member's average final compensation multiplied by the number of years of their membership service, not to exceed 100 percent of their average final compensation.

For members who joined the System after July 1, 1990, or who elected to be covered by the new provisions the following applies: Members are eligible to receive normal retirement benefits if they are age 60 and have 10 years of service credit, are age 55 and have 24 years of service credit, or have 30 years of service credit regardless of age. The normal retirement benefit is equal to 3.5 percent of the member's final-average compensation multiplied by years of membership service. A member is eligible for early retirement if he is age 55 and has 18 years of service credit. The early retirement benefit is equal to the normal retirement benefit reduced 3 percent for each year the member retires in advance of normal retirement age. Benefits may not exceed 100 percent of average final compensation. The System also provides death and disability benefits. Benefits are established by state statute.

Funding Policy -- Plan members are required by state statute to contribute 7.0 percent of their annual covered salary. For the period January 1, 2006 to June 30, 2006, the district attorney was required to contribute 6.00% of his employees' annual covered salary. For the period July 1, 2006 to December 31, 2006, the employer rate was increased to 3.50% as recommended by the retirement system's actuary. For the years ended December 31, 2006, 2005 and 2004, employer contributions

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE D - PENSION PLAN (CONTINUED)

made to the plan totaled \$12,477, \$11,797 and \$4,395, respectively. Contributions to the System also include .2 percent of the ad valorem taxes collected throughout the state and revenue sharing funds as appropriated by the legislature. The contribution requirements of plan members and the district attorney are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year.

II. Parochial Employees Retirement System of Louisiana

Plan Description -- All other employees of the district attorney are members of the Parochial Employees Retirement System of Louisiana (PERS), a cost-sharing, multiple-employer defined pension benefit plan administered by a separate board of trustees. PERS is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the district are members of Plan A.

All permanent employees working at least 28 hours per week who are paid wholly or in part from parish funds and all elected parish officials are eligible to participate in PERS. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of credited service, or at any age with at least 30 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 3 percent of the member's final-average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only, prior to January 1, 1980, the benefit is equal to one percent of the final-average salary plus \$24 for each year of supplemental plan only service earned prior to January 1, 1980. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE D - PENSION PLAN (CONTINUED)

service stated above and do not withdraw their employee contributions may retire at the ages specified above and receive the benefit accrued to their date of termination. PERS also provides death and disability benefits. Benefits are established by state statute. PERS issues an annual publicly available financial report that includes financial statements and required supplementary information for PERS. The report may be obtained by writing to the Parochial Employees' Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (504) 928-1361.

Funding Policy -- Under Plan A, members of PERS are required to contribute 9.5% of their annual covered salary and the district is required to contribute at an actuarially determined rate. The employer contribution rate for the year ended December 31, 2006 is 12.75% of annual covered payroll. Contributions to PERS also include one-fourth of one percent of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge Parishes. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the district are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year.

The district attorney's (employer) contributions to PERS under Plan A for the year's ended December 31, 2006, 2005 and 2004 were \$53,152, \$53,464 and \$48,876, respectively, and these amounts equaled the required contributions for each year.

NOTE E - LEASES

Operating Lease

The district attorney leases office space, under several separate operating leases as follows: (1) property located at 1107 1/2 Main Street, LaPlace, month-to-month lease at \$400 per month; (2) property located at 217 West Fifth Street, LaPlace, month-to-month lease at \$1,600 per month;

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE E - LEASES (CONTINUED)

(3) property located at 494 West 5th Street, LaPlace, month-to-month lease at \$2,750 per month; (4) a copy machine on a 12-month lease at \$156 per month; (5) an additional copy machine on a 12-month lease at \$103 per month; (6) a 2006 car with a 24-month lease term at \$595 per month, beginning December 27, 2006; (7) a 2006 car on a separate 24-month lease at \$800 per month beginning January 1, 2006.

The minimum annual commitments under all noncancelable operating leases are as follows:

<u>Year Ended</u>	<u>Amount</u>
December 31, 2007	\$16,740
December 31, 2008	<u>6,545</u>
	<u>\$23,285</u>

NOTE F - EXPENDITURES OF THE DISTRICT ATTORNEY NOT INCLUDED IN THE FINANCIAL STATEMENTS

The accompanying financial statements do not include certain expenditures of the district attorney paid from the criminal court funds, the parish government, or directly by the state.

NOTE G - LITIGATION

The district attorney is not involved in any litigation at December 31, 2006, which could have a material effect on the financial statements.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Notes to the Financial Statements
December 31, 2006

NOTE H - FEDERAL FINANCIAL ASSISTANCE PROGRAM

During the year, the district attorney participated in the Title IV-D program administered by the State of Louisiana Department of Social Services, Catalog of Federal Domestic Assistance Number 13.783. This program is funded by indirect assistance payments in the form of reimbursements of certain expenditures. The funds are received from the Louisiana Department of Social Services. For the year ended December 31, 2006, the district attorney received reimbursements on expenditures totaling \$219,233.

The reimbursement payments are restricted by a formal agreement between the district attorney and the Department of Social Services and includes a budget of expected expenditures for each fiscal year ending June 30. The district attorney submits reimbursement requests to the Department of Social Services on a monthly basis. These reimbursement payments may be subjected to further review and audit by the federal grantor agency. No provision has been made in the financial statements for the reimbursement of any expenditures that may be disallowed as a result of a review or audit by the federal grantor agency.

NOTE I - GENERAL FUND'S DEFICIT FUND BALANCE

The deficit fund balance in the General Fund at December 31, 2006 of \$2,688 is expected to be funded in the year 2007 by transfers in from certain special revenue funds, from operating revenues received during the year, and from expense reductions. The district attorney reduced expenditures during the current year and will make additional reductions in the 2007 budget year, if necessary.

REQUIRED SUPPLEMENTARY INFORMATION (RSI)

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
 St. John the Baptist Parish, Louisiana
 Statement of Revenues, Expenditures
 and Changes in Fund Balance -
 Budget (GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u>
				<u>Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
<u>REVENUES</u>				
Court costs, fines and fees	\$344,589	\$344,589	\$291,279	\$(53,310)
Reimbursements	452,894	452,894	554,130	101,236)
Interest earnings	1,024	1,024	2,685	1,661
Other	<u>1,493</u>	<u>1,493</u>	<u>1,493</u>	<u>-</u>
Total Revenues	<u>800,000</u>	<u>800,000</u>	<u>849,587</u>	<u>49,587</u>
<u>EXPENDITURES</u>				
Salaries, related taxes and benefits	683,940	683,940	645,699	38,241
Continuing education, auto & travel	66,800	66,800	61,353	5,447
Office supplies and maintenance	14,000	14,000	10,803	3,197
Insurance	48,000	48,000	36,102	11,898
Professional dues and services	15,700	15,700	13,850	1,850
Capital outlay	8,000	8,000	4,251	3,749
Rent, utilities and telephone	54,000	54,000	59,570	(5,570)
Other	<u>9,560</u>	<u>9,560</u>	<u>6,433</u>	<u>3,127</u>
Total Expenditures	<u>900,000</u>	<u>900,000</u>	<u>838,061</u>	<u>61,939</u>
Excess (Deficiency) of Revenues over Expenditures (100,000)		(100,000)	11,526	111,526
Other Financing Sources:				
Transfers In	<u>100,000</u>	<u>100,000</u>	<u>129,071</u>	<u>29,071</u>
Excess (Deficiency) of Revenues over Expenditures after Transfers In	-	-	140,597	140,597
Fund Balance at Beginning of Year	<u>7,874</u>	<u>7,874</u>	<u>(143,285)</u>	<u>(151,159)</u>
Fund Balance at End of Year	<u>\$7,874</u>	<u>\$7,874</u>	<u>\$(2,688)</u>	<u>\$(10,562)</u>

The accompanying notes are an integral part of this statement.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
 St. John the Baptist Parish, Louisiana
 Statement of Revenues, Expenditures and Changes
 in Fund Balances - Budget and Actual
 Title IV-D
 For the Year Ended December 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u> <u>Budget</u> <u>Positive</u> <u>(Negative)</u>
<u>REVENUES</u>				
Intergovernmental:				
Grant - Louisiana				
Department of				
Social Services	\$200,000	\$200,000	\$219,233	\$19,233
Total Revenues	<u>200,000</u>	<u>200,000</u>	<u>219,233</u>	<u>19,233</u>
<u>EXPENDITURES</u>				
Salaries, related				
taxes and benefits	172,800	172,800	195,472	(22,672)
Continuing education,				
auto & travel	-	-	-	-
Office supplies and				
maintenance	3,600	3,600	3,642	(42)
Rent, utilities and				
telephone	22,400	22,400	21,760	640
Other	<u>1,200</u>	<u>1,200</u>	<u>280</u>	<u>920</u>
Total Expenditures	<u>200,000</u>	<u>200,000</u>	<u>221,154</u>	<u>(21,154)</u>
Excess (Deficiency) of				
Revenues over Expends.	-	-	(1,921)	(1,921)
Fund Balance at				
Beginning of Year	<u>131,438</u>	<u>131,438</u>	<u>63,191</u>	<u>(68,247)</u>
Fund Balance at				
End of Year	<u>\$131,438</u>	<u>\$131,438</u>	<u>\$61,270</u>	<u>\$(70,168)</u>

The accompanying notes are an integral part of this statement.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT

St. John the Baptist Parish, Louisiana
Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Worthless Check Collection Fee
For the Year Ended December 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u>
				<u>Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
<u>REVENUES</u>				
Collection fees on worthless checks	\$37,000	\$37,000	\$28,354	\$(8,646)
Total Revenues	<u>37,000</u>	<u>37,000</u>	<u>28,354</u>	<u>(8,646)</u>
<u>EXPENDITURES</u>				
Salaries, related taxes and benefits	29,200	26,900	20,188	6,712
Office supplies and maintenance	-	-	1,593	(1,593)
Capital outlay	-	-	-	-
Other	<u>7,800</u>	<u>10,100</u>	<u>6,174</u>	<u>3,926</u>
Total Expenditures	<u>37,000</u>	<u>37,000</u>	<u>27,955</u>	<u>9,045</u>
Excess (Deficiency) of Revenues over Expend.	-	-	399	399
Fund Balance at Beginning of Year	<u>23,796</u>	<u>23,796</u>	<u>30,558</u>	<u>6,762</u>
Fund Balance at End of Year	<u>\$23,796</u>	<u>\$23,796</u>	<u>\$30,957</u>	<u>\$7,161</u>

The accompanying notes are an integral part of this statement.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT

St. John the Baptist Parish, Louisiana
Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Pre-Trial Intervention/Diversion Programs
For the Year Ended December 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u> <u>Budget</u> <u>Positive</u> <u>(Negative)</u>
<u>REVENUES</u>				
Intergovernmental:				
Pre-Trial Diversion Program	\$70,000	\$70,000	\$58,781	\$(11,219)
Total Revenues	<u>70,000</u>	<u>70,000</u>	<u>58,781</u>	<u>(11,219)</u>
<u>EXPENDITURES</u>				
Salaries, related taxes and benefits	80,000	60,200	6,000	54,200
Office supplies and maintenance	-	7,200	1,793	5,407
Capital outlay	-	-	-	-
Rent, utilities and telephone	-	600	603	(3)
Other	<u>-</u>	<u>12,000</u>	<u>3,609</u>	<u>8,391</u>
Total Expenditures	<u>80,000</u>	<u>80,000</u>	<u>12,005</u>	<u>67,995</u>
Excess (Deficiency) of Revenues over Expends.	(10,000)	(10,000)	46,776	56,776
Other Financing Uses:				
Transfer Out	<u>(100,000)</u>	<u>(100,000)</u>	<u>(129,071)</u>	<u>(29,071)</u>
Excess (Deficiency) of Revenues over Expends. after Transfer Out	(110,000)	(110,000)	(82,295)	27,705
Fund Balance at Beginning of Year	<u>194,601</u>	<u>194,601</u>	<u>215,045</u>	<u>20,444</u>
Fund Balance at End of Year	<u>\$84,601</u>	<u>\$84,601</u>	<u>\$132,750</u>	<u>\$48,149</u>

The accompanying notes are an integral part of this statement.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Forfeiture Account
For the Year Ended December 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u> <u>Budget</u> <u>Positive</u> <u>(Negative)</u>
<u>REVENUES</u>				
Collection of forfeitures	\$ <u>20,000</u>	\$ <u>20,000</u>	\$ <u>19,701</u>	\$ <u>(299)</u>
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>19,701</u>	<u>(299)</u>
<u>EXPENDITURES</u>				
Payments of forfeitures	<u>20,000</u>	<u>20,000</u>	<u>5,482</u>	<u>14,518</u>
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>5,482</u>	<u>14,518</u>
Excess (Deficiency) of Revenues over Expends.	-	-	14,219	14,219
Fund Balance at Beginning of Year	<u>9,644</u>	<u>9,644</u>	<u>10,770</u>	<u>1,126</u>
Fund Balance at End of Year	\$ <u>9,644</u>	\$ <u>9,644</u>	\$ <u>24,989</u>	\$ <u>15,345</u>

The accompanying notes are an integral part of this statement.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
School Board
For the Year Ended December 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u> <u>Budget</u> <u>Positive</u> <u>(Negative)</u>
<u>REVENUES</u>				
Intergovernmental:				
St. John the Baptist				
Parish School Board	\$30,000	\$30,000	\$27,500	\$(2,500)
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>27,500</u>	<u>(2,500)</u>
 <u>EXPENDITURES</u>				
Salaries, related				
taxes and benefits	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Excess (Deficiency) of				
Revenues over Expends.	-	-	(2,500)	(2,500)
Fund Balance at				
Beginning of Year	<u>975</u>	<u>975</u>	<u>477</u>	<u>(498)</u>
Fund Balance at				
End of Year	<u>\$975</u>	<u>\$975</u>	<u>\$(2,023)</u>	<u>\$(2,998)</u>

The accompanying notes are an integral part of this statement.

SUPPLEMENTARY INFORMATION SCHEDULES

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Supplementary Information Schedules
Summary Schedule of Prior Audit Findings and
Corrective Action Plan for Current Year Audit Findings
For the Year Ended December 31, 2006

I have audited the accompanying basic financial statements of the District Attorney of the Fortieth Judicial District, as of and for the year ended December 31, 2006, and have issued my report thereon dated May 17, 2007. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. My audit of the financial statements as of December 31, 2006 resulted in an unqualified opinion.

Section I - Summary of Auditor's Report and Findings

There was one material weakness in internal control that was a reportable condition which required disclosure in this current-year audit report (Finding No. 1).

There was one prior-year audit finding, and it was the same as this current-year finding (Finding No. 1).

There were no instances of noncompliance that were required to be reported in this audit report.

There were no other findings, required to be reported, and no management letter was issued for the current audit period.

The District Attorney of the Fortieth Judicial District did not receive any major or significant federal funding during the twelve months ended on December 31, 2006.

DISTRICT ATTORNEY OF THE FORTIETH JUDICIAL DISTRICT
St. John the Baptist Parish, Louisiana
Supplementary Information Schedules (Continued)
Summary Schedule of Prior Year Audit Findings and
Corrective Action Plan for Current Year Audit Findings
For the Year Ended December 31, 2006

Section II - Financial Statement Finding

Finding No.: 1

Fiscal Year Finding Initially Occurred: Has existed from inception.

Finding Described: The size of the district attorney's operations and its limited staff preclude an adequate segregation of duties and other features of an adequate system of internal accounting control.

Corrective Action and Additional Explanation: Management is aware of this inadequacy in the internal control structure, however, it feels that to employ such controls would not be cost beneficial. No action will need to be taken.

Anticipated Completion Date: Not applicable.

Contact Person:

Mr. John M. Crum, Jr., District Attorney
Fortieth Judicial District
P. O. Box 399
LaPlace, LA 70069
985-652-9757

OTHER REQUIRED REPORT

KEITH J. ROVIRA
CERTIFIED PUBLIC ACCOUNTANT
3331 METAIRIE ROAD
METAIRIE, LA 70001-5297

(504) 831-4040

Fax (504) 831-4042
Email: ROVIRACPA@AOL.COM

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS

Honorable John M. Crum, Jr.

District Attorney of the Fortieth Judicial District
St. John the Baptist Parish, Louisiana

I have audited the financial statements of the District Attorney of the Fortieth Judicial District as of and for the year ended December 31, 2006, and have issued my report thereon dated May 17, 2007. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the District Attorney of the Fortieth Judicial District's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District Attorney of the Fortieth Judicial District's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the District Attorney of the Fortieth Judicial District's internal control over financial reporting.

My consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and

would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as described below, I identified a certain deficiency in the internal control over financial reporting that I consider to be a significant deficiency.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the district attorney's ability to initiate, authorize, record, process, or report financial data reliably in accordance with general accepted accounting principles such that there is more than a remote likelihood that a misstatement of the district attorney's financial statements that is more than inconsequential will not be prevented or detected by the district attorney's internal control. I consider the deficiency described in the accompanying schedule of findings and responses to be a significant deficiency in internal control over financial reporting (Finding No. 1).

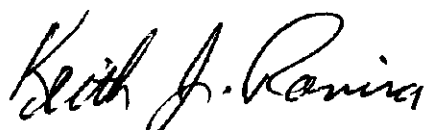
A material weakness is a significant deficiency, or combination of significant deficiencies that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the district attorney's internal control.

My consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, I considered the significant deficiency described in Finding No. 1 to be a material weakness.

Compliance and Other Matters

As a part of obtaining reasonable assurance about whether the District Attorney of the Fortieth Judicial District's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations and contracts, noncompliance with which could have a direct and material effect on the determination of the financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use of management, and the State of Louisiana Legislative Auditor, and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report which, upon acceptance by the State of Louisiana Legislative Auditor, is a matter of public record.

A handwritten signature in black ink, reading "Keith J. Rovira". The signature is written in a cursive, flowing style.

Keith J. Rovira
Certified Public Accountant

May 17, 2007